



January 29, 2016

SENATE BILL No. 323

DIGEST OF SB 323 (Updated January 26, 2016 1:34 pm - DI 120)

Citations Affected: Noncode.

Synopsis: Combined reporting study. Requires the legislative services agency to: (1) study the combined reporting approach to apportioning income for income tax purposes; and (2) report the results of the study before October 1, 2016, to the legislative council and to the interim study committee on fiscal policy. Requires the interim study committee on fiscal policy to hold at least one public hearing at which the legislative services agency presents the results of the study.

Effective: Upon passage.

Hershman

January 7, 2016, read first time and referred to Committee on Tax & Fiscal Policy.
January 28, 2016, amended, reported favorably — Do Pass.

SB 323—LS 6887/DI 73



January 29, 2016

Second Regular Session 119th General Assembly (2016)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2015 Regular Session of the General Assembly.

SENATE BILL No. 323

A BILL FOR AN ACT concerning taxation.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. [EFFECTIVE UPON PASSAGE] (a) **The legislative**
2 **services agency shall do the following:**

3 **(1) Study the combined reporting approach to apportioning**
4 **income for income tax purposes.**

5 **(2) Submit a report before October 1, 2016, to the legislative**
6 **council (in an electronic format under IC 5-14-6) and to the**
7 **interim study committee on fiscal policy established by**
8 **IC 2-5-1.3-4 containing the results of the legislative services**
9 **agency's study under this SECTION. The report must include**
10 **at least the following:**

11 **(A) A review of the practices in other states regarding**
12 **combined reporting.**

13 **(B) A review of the administrative costs of implementing**
14 **combined reporting, including information on the**
15 **administrative costs incurred by other states that have**
16 **implemented combined reporting.**

17 **(C) A review of studies and reports that have been**

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1 prepared on the issue of combined reporting.

2 (D) An estimate of the fiscal impact of implementing
3 combined reporting in Indiana.

4 (b) The interim study committee on fiscal policy shall hold at
5 least one (1) public hearing at which the legislative services agency
6 presents the results of the study under this SECTION.

7 (c) The legislative services agency may request the department
8 of state revenue to furnish information necessary to complete the
9 study required by this SECTION. The department of state revenue
10 shall cooperate with the legislative services agency in providing the
11 requested information. The legislative services agency shall adhere
12 to the department of state revenue's requirements and procedures
13 concerning the confidential nature of the information.

14 (d) This SECTION expires December 31, 2016.

15 SECTION 2. An emergency is declared for this act.



COMMITTEE REPORT

Madam President: The Senate Committee on Tax and Fiscal Policy, to which was referred Senate Bill No. 323, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Delete the title and insert the following:

A BILL FOR AN ACT concerning taxation.

Page 1, delete lines 1 through 17, begin a new paragraph and insert:

"SECTION 1. [EFFECTIVE UPON PASSAGE] **(a) The legislative services agency shall do the following:**

(1) Study the combined reporting approach to apportioning income for income tax purposes.

(2) Submit a report before October 1, 2016, to the legislative council (in an electronic format under IC 5-14-6) and to the interim study committee on fiscal policy established by IC 2-5-1.3-4 containing the results of the legislative services agency's study under this SECTION. The report must include at least the following:

(A) A review of the practices in other states regarding combined reporting.

(B) A review of the administrative costs of implementing combined reporting, including information on the administrative costs incurred by other states that have implemented combined reporting.

(C) A review of studies and reports that have been prepared on the issue of combined reporting.

(D) An estimate of the fiscal impact of implementing combined reporting in Indiana.

(b) The interim study committee on fiscal policy shall hold at least one (1) public hearing at which the legislative services agency presents the results of the study under this SECTION.

(c) The legislative services agency may request the department of state revenue to furnish information necessary to complete the study required by this SECTION. The department of state revenue shall cooperate with the legislative services agency in providing the requested information. The legislative services agency shall adhere to the department of state revenue's requirements and procedures concerning the confidential nature of the information.

(d) This SECTION expires December 31, 2016.



SECTION 2. An emergency is declared for this act."

Delete pages 2 through 37.

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to SB 323 as introduced.)

HOLDMAN, Chairperson

Committee Vote: Yeas 10, Nays 0.

